

FEDERAL RESERVE BANK  
OF NEW YORK  
Fiscal Agent of the United States

Circular No. 8118  
May 19, 1977

RESULTS OF AUCTION OF 2-YEAR TREASURY NOTES  
(Notes of Series Q-1979)

To All Banking Institutions, and Others Concerned,  
in the Second Federal Reserve District:

The following statement was issued May 18 by the  
Treasury Department:

The Treasury has accepted \$1,501 million of \$3,827 million of tenders received from the public for the 2-year notes, Series Q-1979, auctioned today. The range of accepted competitive bids was as follows:

Lowest yield.....6.20%<sup>1/</sup>  
Highest yield.....6.25%  
Average yield.....6.23%

<sup>1/</sup> Excepting one tender of \$30,000.

The interest rate on the notes will be 6-1/8%. At the 6-1/8% rate, the above yields result in the following prices:

Low-yield price.....99.861  
High-yield price.....99.768  
Average-yield price..99.805

The \$1,501 million of accepted tenders includes \$260 million of noncompetitive tenders and \$1,141 million of competitive tenders (including 30% of the amount of notes bid for at the high yield) from private investors. It also includes \$100 million of tenders at the average price from Federal Reserve Banks as agents for foreign and international monetary authorities in exchange for maturing securities.

In addition, \$570 million of tenders were accepted at the average price from Government accounts and Federal Reserve Banks for their own account in exchange for securities maturing May 31, 1977 (\$190 million) and from Federal Reserve Banks as agents for foreign and international monetary authorities for new cash (\$380 million).

PAUL A. VOLCKER,  
President.